



CLAIRE C. McCASKILL
Missouri State Auditor

To the County Commission
and
Officeholders of Crawford County, Missouri

The State Auditor's Office through the State Office of Administration, Division of Purchasing, contracted the audit services of Crawford County, Missouri, for the two years ended December 31, 2002. A copy of this audit which was performed by Larson, Allen, Weishair & Co., L.L.P., Certified Public Accountants, is attached.

A handwritten signature in black ink, reading "Claire McCaskill", is positioned above the printed name.

Claire C. McCaskill
State Auditor

Report No. 2003-71
July 21, 2003



CLAIRE C. McCASKILL
Missouri State Auditor

Larson, Allen, Weishair & Co., LLP, Certified Public Accountants, performed the audit of Crawford County for the two years ended December 31, 2002 (Report No. 2003-71). On September 24, 2003, the firm issued a correction to the Schedule of Expenditures of Federal Awards, the Schedule of Findings and Questioned Costs, and the Management Letter. In addition, the dates for the Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133 and the Independent Auditor's Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards were changed to reflect the issue date for the corrected report. The attached reflects the correction.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the County Commission and
Officeholders of Crawford County, Missouri

We have audited the special-purpose financial statements of various funds of Crawford County, Missouri, as of and for the years ended December 31, 2002 and 2001, and have issued our report thereon dated May 29, 2003. We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the special-purpose financial statements of various funds of Crawford County, Missouri, are free of material misstatement, we performed tests of the county's compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance that we have reported to the management of the county in a separate letter dated May 29, 2003.

Internal Control Over Financial Reporting

In planning and performing our audit of the special-purpose financial statements of various funds of Crawford County, Missouri, we considered the county's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the special-purpose financial statements and not to provide assurance on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgement, could adversely affect Crawford County's ability to record, process, summarize and report financial data consistent with the assertions of management in the special-purpose financial statements. Reportable conditions are described in the accompanying Schedule of Findings and Questioned Costs as finding numbers 02-1.

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A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the special-purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe that none of the reportable conditions described above are material weaknesses.

This report is intended for the information and the use of the administration, management, County Commissioners, State of Missouri Auditor's Office and Federal and State awarding agencies and is not intended to be and should not be used by anyone other than these specific parties.

A handwritten signature in cursive script that reads "Larson, Allen Weishaar & Co., LLP".

LARSON, ALLEN, WEISHAIR & CO., LLP

September 24, 2003
St. Louis, Missouri

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the County Commission and
Officeholders of Crawford County, Missouri

Compliance

We have audited the compliance of Crawford County, Missouri with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2002 and 2001. Crawford County, Missouri's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Crawford County, Missouri's management. Our responsibility is to express an opinion on Crawford County, Missouri's compliance based on our audit.

We conducted our audit of compliance in accordance with U.S. generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Crawford County, Missouri's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Crawford County, Missouri's compliance with those requirements.

In our opinion, Crawford County, Missouri complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2002 and 2001. However, we noted certain immaterial instances of noncompliance that we have reported to the management of the county in a separate letter dated May 29, 2003.

Internal Control Over Compliance

The management of Crawford County, Missouri is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Crawford County, Missouri's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended for the information and the use of the administration, management, County Commissioners, State of Missouri Auditor's Office and Federal and State awarding agencies and is not intended to be and should not be used by anyone other than these specific parties.

Larson, Allen, Weishair & Co., CP

LARSON, ALLEN, WEISHAIR & CO., LLP

September 24, 2003
St. Louis, Missouri

CRAWFORD COUNTY, MISSOURI
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEARS ENDED DECEMBER 31, 2002 AND 2001

Section I – Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

Material weakness identified? Yes X No

- Reportable condition identified that are not considered to be material weaknesses?
 X Yes None Reported

Noncompliance material to financial statements noted? Yes X No

Federal Awards

Internal control over major programs:

Material weakness identified? Yes X No

Reportable condition identified that are not considered to be material weakness?
 Yes X None Reported

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?

Yes X No

Identification of major programs?

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>	<u>2002 Amount</u>	<u>2001 Amount</u>
10.557	Special Supplemental Nutrition Program for Women, Infants and Children	\$ 58,273	\$ 67,975
93.563	Child Support Enforcement	82,061	82,487
20.205	Highway Planning and Construction	849,592	15,500
		<u>\$ 989,926</u>	<u>\$ 165,962</u>

Dollar threshold used to distinguish between type A and type B programs:

\$ 300,000

Auditee qualified as low-risk auditee? Yes X No

CRAWFORD COUNTY, MISSOURI
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEARS ENDED DECEMBER 31, 2002 AND 2001

Section II – Financial Statement Findings

Finding: 02-1

Criteria: SAS No. 55, *Consideration of Internal Control in a Financial Statement Audit*, as amended by SAS No. 78, *Consideration of Internal Control in a Financial Statement Audit: An Amendment to SAS No. 55*.

Condition: Lack of sufficient segregation of duties.

Questioned Costs: None.

Context: A review of the internal control procedures.

Effect: The design of the internal control over financial reporting that could adversely affect the ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements.

Cause: Size and budget constraints limiting the number of personnel within the accounting department.

Recommendation: These areas should be reviewed periodically and consideration given to improving the segregation of duties.

Management's Response: We will review periodically the size and budget constraints limiting the number of personnel within the accounting department. We will continue to utilize the other internal controls, such as administrative oversight, to minimize the lack of sufficient segregation of duties.

Section III – Federal Awards Findings and Questioned Costs

There were no audit findings related to internal control, compliance, questioned costs, or fraud that related to federal awards for the year ended December 31, 2002 and 2001.

CRAWFORD COUNTY, MISSOURI
SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
FOR THE YEARS ENDED DECEMBER 31, 2002 AND 2001

Purpose of Schedule and Reporting Entity

The accompanying Schedule of Expenditures of Federal Awards has been prepared to comply with the requirements of OMB Circular A-133. This circular requires a schedule that provides total federal awards expended for each federal program and the Catalog of Federal Domestic Assistance (CFDA) number or other identifying number when the CFDA information is not available.

The schedule includes all federal awards administered by Crawford County, Missouri.

Basis of Presentation

OMB Circular A-133 includes these definitions, which govern the contents of the schedule:

Federal financial assistance means assistance that non-Federal entities receive or administer in the form of grants, loans, loan guarantees, property (including donated surplus property), cooperative agreements, interest subsidies, insurance, food commodities, direct appropriations, and other assistance, but does not include amounts received as reimbursement for services rendered to individuals.

Federal award means Federal financial assistance and Federal cost-reimbursement contracts that non-Federal entities receive directly from Federal awarding agencies or indirectly from pass-through entities. It does not include procurement contracts, under grants or contracts, used to buy goods or services from vendors.

Accordingly, the schedule includes expenditures of both cash and noncash awards

Basis of Accounting

Except as noted below, the schedule is presented on the cash basis of accounting, which recognizes amounts only when disbursed in cash.

Of the amounts for Immunization Grants (CFDA number 93.268), \$25,136 and \$14,220 represent the original acquisition cost of vaccines purchased by the Centers for Disease Control of the U.S. Department of Health and Human Services but distributed to the Health Center through the State Department of Health during the years ended December 31, 2002 and 2001. Of the amounts for the Maternal and Child Health Services Block Grant to the States (CFDA 93.994), \$23,037 and \$18,774 represent the original cost of vaccines received by the Health Center through the State Department of Health during the years ended December 31, 2002 and 2001. The remaining amounts for Immunization Grants and the Maternal and Child Health Services Block Grant to the States represent cash disbursements.

Subrecipients

The county provided no federal awards to subrecipients during the years ended December 31, 2002 and 2001.

CRAWFORD COUNTY, MISSOURI

MANAGEMENT LETTER

DECEMBER 31, 2002

To the County Commission and
Officeholders of Crawford County, Missouri:

In planning and performing our audit of the special-purpose financial statements of Crawford County, Missouri as of and for the two years ended December 31, 2002, we considered its internal control in order to determine our auditing procedures for the purpose of expressing our opinion on the special-purpose financial statements and not to provide assurance on the internal control. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control that, in our judgement, could adversely affect the County's ability to record, process, summarize, and report financial data consistent with the assertions of management in the special-purpose financial statements.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material to the special-purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Our consideration of the internal control would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above.

REPORTABLE CONDITIONS

We noted the following reportable condition that is not considered to be a material weakness.

Segregation of Duties

The small size of the accounting department and Recorder's Office limits the extent of a proper segregation of duties. The basic premise is that no one employee should have access to both physical assets and the related accounting records or to all phases of a transaction. This results in some risk that intentional or unintentional errors could be made and not detected.

We noted the following:

- 1 The County Treasurer and the Recorder is responsible for recording various cash receipts, reconciling the bank statements, preparing and recording cash disbursements, and reconciling the general ledger.

OBSERVATIONS

We noted the following observations that are not considered to be reportable conditions, but are comments to help strengthen internal controls and operating efficiency.

Senate Bill 40

Because the Senate Bill 40 Board is audited and separately reported on by other independent auditors, the related fund is not presented in the special-purpose financial statements. However, we reviewed that audit report and other applicable information.

Assessor's Office

Currently, the Assessor's Office does not always deposit money on a daily basis. We encourage the Assessor's Office to deposit monies on a daily basis and to continue to maintain all County monies in fully secured bank accounts, while gaining the Board of Commissioner's approval for opening and closing all bank and depository accounts.

Allowable Costs-Single Audit

During our testing of expenditure transactions, it was noted, that expenditures were not properly authorized by the supervisor. In addition, we discovered that several expenditures were not properly coded to correct account classification.

Summary of Federal Expenditures

Each year the County prepares a summary of the expenditures of Federal awards. This report is submitted to the Missouri State Auditors Office. During the audit period covered the County omitted a program from that report. The omitted program was with the Department of Transportation and was audited subsequent to notification by the State of Missouri.

Changes in Reporting Requirements

The Governmental Accounting Standards Board recently released a new financial statement reporting requirement commonly referred to as "GASB 34, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments". The intent of GASB 34 is to standardize financial statement reporting across governmental entities and to make them more comparable to statements issued by like-sized profit-seeking companies. Adherence to GASB 34 is a requirement for all local governmental entities, including school districts, and the gradual implementation requirement is as follows:

<u>Entities With Revenues</u>	<u>Fiscal Year Beginning After</u>
Greater than \$100 million	June 15, 2001
\$10 - \$100 million	June 15, 2002
Less than \$10 million	June 15, 2003

GASB 34 will require government-wide financial statements to include a Statement of Activities and a Statement of Net Assets. It will also require as supplemental information a narrative section referred to as "Management Discussion and Analysis" to further communicate the operations and goals of the School District. As management is ultimately responsible for the financial statements, they will likewise be responsible for all statements as reported under GASB 34.

Audit Engagement and County's Policies and Procedures

During the audit process, we encountered certain difficulties in our attempt to retrieve audit evidence. As a result, additional procedures and inquiries were required. Ultimately, all inquiries and requests were satisfied and resolved.

It appears that the overall accounting procedures laid down by the County are being adhered to in most cases by officials within each office.

We welcome the opportunity to discuss the points mentioned in this letter, or any other accounting and procedural problems in order to coordinate our efforts with you, the mutual objectives being the development of more effective accounting, financial reporting, and business procedures for the County.

We understand that some of the aforementioned points are in the process of implementation or may already have been implemented; however, these points are noted so that effective follow up can be accomplished.

This report is intended solely for the information and use of the County Commission and Officeholders of Crawford County, Missouri, and others within the administration.

Thank you for the opportunity to be of service to you. Please do not hesitate to call us whenever you believe we can be of assistance.

Larry Allen Weishair, CFP

LARSON, ALLEN, WEISHAIR & CO., LLP

May 29, 2003
St. Louis, Missouri

CRAWFORD COUNTY, MISSOURI
FINANCIAL STATEMENTS WITH
INDEPENDENT AUDITOR'S REPORT
DECEMBER 31, 2002 AND 2001

**CRAWFORD COUNTY, MISSOURI
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INDEPENDENT AUDITOR'S REPORT

To the County Commission
and Officeholders of Crawford County, Missouri

We have audited the special-purpose financial statements of various funds of Crawford County, Missouri, as of and for the years ended December 31, 2002 and 2001, as identified in the table of contents. These special-purpose financial statements are the responsibility of the county's management. Our responsibility is to express an opinion on these special-purpose financial statements based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards and *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the special-purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the special-purpose financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The accompanying special-purpose financial statements were prepared for the purpose of presenting the receipts, disbursements, and changes in cash of various funds of Crawford County, Missouri, and comparisons of such information with the corresponding budgeted information for various funds of the county and are not intended to be a complete presentation of the financial position and results of operations of those funds or of Crawford County.

In our opinion, the special-purpose financial statements referred to in the first paragraph present fairly, in all material respects, the receipts, disbursements, and changes in cash of various funds of Crawford County, Missouri, and comparisons of such information with the corresponding budgeted information for various funds of the county as of and for the years ended December 31, 2002 and 2001, in conformity with the comprehensive basis of accounting discussed in Note 1, which is a basis of accounting other than U.S. generally accepted accounting principles.

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In accordance with Government Auditing Standards, we have also issued a report dated May 29, 2003, on our consideration of the county's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was performed for the purpose of forming an opinion on the special-purpose financial statements taken as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the special-purpose financial statements of Crawford County, Missouri. Such information has been subjected to the auditing procedures applied in the audit of the special-purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the special-purpose financial statements taken as a whole.

Original Signed by Auditor

LARSON, ALLEN, WEISHAIR & CO., LLP

May 29, 2003
St. Louis, Missouri

CRAWFORD COUNTY, MISSOURI
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - VARIOUS FUNDS
YEAR ENDED DECEMBER 31, 2002

<u>Fund</u>	<u>Cash, January 1</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Cash, December 31</u>
General Revenue	\$ 57,485	\$ 2,360,315	\$ 2,387,686	\$ 30,114
Special Road and Bridge	1,079,510	2,342,354	2,958,336	463,528
Assessment	38,162	184,447	179,585	43,024
Law Enforcement Training	7,922	9,055	8,103	8,874
Prosecuting Attorney Training	2,319	1,372	1,417	2,274
ADA Capital Improvement	66,651	3,793	3,134	67,310
Handicap	150,488	8,792	159,280	-
Courthouse and Jail Capital Improvement	169,115	129,068	68,886	229,297
Prosecuting Attorney Bad Check	7,739	19,368	13,592	13,515
Prosecuting Attorney Delinquent Tax	1,298	78	-	1,376
Records Preservation	14,314	17,429	15,518	16,225
Law Enforcement Equipment	9,470	11,096	14,835	5,731
Sheriff's Special	24,881	45,673	41,194	29,360
Children's Trust	1,750	1,066	2,000	816
Special Law Enforcement	4,714	463	5,020	157
Emergency 911	187,545	542,748	515,807	214,486
Family Access	1,134	-	-	1,134
Missouri Department of Conservation	7,730	-	-	7,730
Election Service	1,502	965	2,456	11
Senior Citizens Service	-	89,494	89,494	-
Records Fund For Technology	3,274	8,438	-	11,712
County Jail Project	-	639,421	340,810	298,611
County Jail Bond Project	182	10	-	192
Circuit Clerk Interest	4,355	2,418	1,908	4,865
Associate Circuit Interest	6,175	7,363	4,329	9,209
Law Library	21,270	11,961	11,902	21,329
Total	<u>\$ 1,868,985</u>	<u>\$ 6,437,187</u>	<u>\$ 6,825,292</u>	<u>\$ 1,480,880</u>

The accompanying Notes to the Financial Statements are an integral part of this statement.

CRAWFORD COUNTY, MISSOURI
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - VARIOUS FUNDS
YEAR ENDED DECEMBER 31, 2001

Fund	Cash, January 1	Receipts	Disbursements	Cash, December 31
General Revenue	\$ 38,719	\$ 2,288,133	\$ 2,269,367	\$ 57,485
Special Road and Bridge	1,310,868	1,977,684	2,209,042	1,079,510
Assessment	32,542	162,914	157,294	38,162
Law Enforcement Training	6,957	7,794	6,829	7,922
Prosecuting Attorney Training	1,968	1,333	982	2,319
ADA Capital Improvement	66,241	3,935	3,525	66,651
Handicap	142,002	8,486	-	150,488
Courthouse and Jail Capital Improvement	124,930	133,349	89,164	169,115
Prosecuting Attorney Bad Check	1,526	17,671	11,458	7,739
Prosecuting Attorney Delinquent Tax	1,250	74	26	1,298
Records Preservation	7,132	12,961	5,779	14,314
Law Enforcement Equipment	3,726	18,204	12,460	9,470
Sheriff's Special	17,958	40,633	33,710	24,881
Children's Trust	797	953	-	1,750
Special Law Enforcement	1,317	7,272	3,875	4,714
Emergency 911	112,329	381,019	305,803	187,545
Family Access	1,041	93	-	1,134
Missouri Department of Conservation	7,730	-	-	7,730
Election Service	909	2,148	1,555	1,502
Senior Citizens Service	7,783	73,729	81,512	-
Records Fund For Technology	-	3,274	-	3,274
County Jail Bond Project	-	182	-	182
Circuit Clerk Interest	2,896	4,489	3,030	4,355
Associate Circuit Interest	3,717	6,761	4,303	6,175
Law Library	20,059	10,986	9,775	21,270
Total	<u>\$ 1,914,397</u>	<u>\$ 5,164,077</u>	<u>\$ 5,209,489</u>	<u>\$ 1,868,985</u>

The accompanying Notes to the Financial Statements are an integral part of this statement.

EXHIBIT B

**CRAWFORD COUNTY, MISSOURI
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
BUDGET AND ACTUAL - VARIOUS FUNDS
YEAR ENDED DECEMBER 31, 2002 AND 2001**

	Year Ended December 31,					
	2002			2001		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<u>TOTALS - VARIOUS FUNDS</u>						
RECEIPTS	\$ 5,336,176	\$ 6,415,445	\$ 1,079,269	\$ 5,003,878	\$ 5,141,841	\$ 137,963
DISBURSEMENTS	6,430,912	6,807,153	(376,241)	5,922,497	5,192,381	730,116
RECEIPTS OVER (UNDER) DISBURSEMENTS	<u>\$ (1,094,736)</u>	<u>\$ (391,708)</u>	<u>\$ 703,028</u>	<u>\$ (918,619)</u>	<u>\$ (50,540)</u>	<u>\$ 868,079</u>
CASH, JANUARY 1	1,837,185	1,837,185	-	1,887,725	1,887,725	-
CASH, DECEMBER 31	<u>\$ 742,449</u>	<u>\$ 1,445,477</u>	<u>\$ 703,028</u>	<u>\$ 969,106</u>	<u>\$ 1,837,185</u>	<u>\$ 868,079</u>
<u>GENERAL REVENUE FUND</u>						
RECEIPTS						
Property taxes	\$ 167,000	\$ 158,682	\$ (8,318)	\$ 179,500	\$ 149,412	\$ (30,088)
Sales taxes	890,000	848,957	(41,043)	875,000	834,434	(40,566)
Intergovernmental	756,537	639,509	(117,028)	530,725	625,105	94,380
Charges for services	456,000	438,600	(17,400)	380,500	391,301	10,801
Interest	7,000	7,610	610	10,000	6,500	(3,500)
Other	71,000	228,957	157,957	202,050	244,293	42,243
Transfers in	38,000	38,000	-	37,088	37,088	-
Total Receipts	<u>\$ 2,385,537</u>	<u>\$ 2,360,315</u>	<u>\$ (25,222)</u>	<u>\$ 2,214,863</u>	<u>\$ 2,288,133</u>	<u>\$ 73,270</u>
DISBURSEMENTS						
County Commission	\$ 92,728	\$ 92,364	\$ 364	\$ 91,762	\$ 90,175	\$ 1,587
County Clerk	79,837	78,302	1,535	91,859	85,298	6,561
Elections	91,605	82,012	9,593	31,804	41,765	(9,961)
Buildings and grounds	68,070	71,127	(3,057)	69,000	73,516	(4,516)
Employee fringe benefits	17,000	1,688	15,312	18,000	19,872	(1,872)
County Treasurer	33,835	33,315	520	33,114	31,860	1,254
County Collector	100,437	102,495	(2,058)	98,753	99,328	(575)
Ex Officio Recorder of Deeds	46,575	47,041	(466)	46,802	46,277	525
Circuit Clerk	7,000	8,285	(1,285)	15,330	9,901	5,429
Associate Circuit Court	8,000	6,865	1,135	9,500	8,126	1,374
Court administration	9,050	7,489	1,561	9,050	11,007	(1,957)
Public Administrator	43,248	43,011	237	41,858	42,728	(870)
Sheriff	436,254	608,012	(171,758)	446,083	411,172	34,911
Jail	506,204	431,008	75,196	412,377	562,706	(150,329)
Prosecuting Attorney	150,551	160,300	(9,749)	151,957	147,604	4,353
Juvenile Officer	47,330	48,475	(1,145)	37,860	40,350	(2,490)
County Coroner	18,659	18,578	81	20,281	21,425	(1,144)
Other General County Government	149,600	161,356	(11,756)	140,537	143,601	(3,064)
Child Support	102,776	100,763	2,013	90,366	96,978	(6,612)
Public health and welfare services	304,078	285,200	18,878	284,962	273,290	11,672
Emergency Fund	71,566	-	71,566	65,060	12,388	52,672
Total Disbursements	<u>\$ 2,384,403</u>	<u>\$ 2,387,686</u>	<u>\$ (3,283)</u>	<u>\$ 2,206,315</u>	<u>\$ 2,269,367</u>	<u>\$ (63,052)</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	<u>\$ 1,134</u>	<u>\$ (27,371)</u>	<u>\$ (28,505)</u>	<u>\$ 8,548</u>	<u>\$ 18,766</u>	<u>\$ 10,218</u>
CASH, JANUARY 1	57,485	57,485	-	38,719	38,719	-
CASH, DECEMBER 31	<u>\$ 58,619</u>	<u>\$ 30,114</u>	<u>\$ (28,505)</u>	<u>\$ 47,267</u>	<u>\$ 57,485</u>	<u>\$ 10,218</u>

The accompanying Notes to the Financial Statements are an integral part of this statement.

EXHIBIT B

**CRAWFORD COUNTY, MISSOURI
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
BUDGET AND ACTUAL - VARIOUS FUNDS
YEAR ENDED DECEMBER 31, 2002 AND 2001**

	Year Ended December 31,					
	2002			2001		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<u>SPECIAL ROAD AND BRIDGE FUND</u>						
RECEIPTS						
Property taxes	\$ 430,000	\$ 412,433	\$ (17,567)	\$ 400,000	\$ 382,022	\$ (17,978)
Sales taxes	670,000	668,815	(1,185)	656,000	649,294	(6,706)
Intergovernmental	869,819	1,106,796	236,977	814,000	717,879	(96,121)
Charges for services	1,000	1,996	996	2,000	810	(1,190)
Interest	76,000	73,925	(2,075)	74,000	82,553	8,553
Other	10,140	78,389	68,249	6,300	145,126	138,826
Transfers in	-	-	-	4,000	-	(4,000)
Total Receipts	<u>\$ 2,056,959</u>	<u>\$ 2,342,354</u>	<u>\$ 285,395</u>	<u>\$ 1,956,300</u>	<u>\$ 1,977,684</u>	<u>\$ 21,384</u>
DISBURSEMENTS						
Salaries	\$ 590,000	\$ 549,967	\$ 40,033	\$ 560,000	\$ 530,704	\$ 29,296
Employee fringe benefits	119,000	87,257	31,743	89,560	86,627	2,933
Road and bridge materials	500,000	274,869	225,131	430,000	104,295	325,705
Equipment purchases	542,000	318,977	223,023	365,000	355,770	9,230
Construction, repair, and maintenance	235,126	1,087,542	(852,416)	50,000	31,686	18,314
Other	830,000	601,724	228,276	1,124,000	1,062,872	61,128
Transfers out	38,000	38,000	-	37,088	37,088	-
Total Disbursements	<u>\$ 2,854,126</u>	<u>\$ 2,958,336</u>	<u>\$ (104,210)</u>	<u>\$ 2,655,648</u>	<u>\$ 2,209,042</u>	<u>\$ 446,606</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	<u>\$ (797,167)</u>	<u>\$ (615,982)</u>	<u>\$ 181,185</u>	<u>\$ (699,348)</u>	<u>\$ (231,358)</u>	<u>\$ 467,990</u>
CASH, JANUARY 1	1,079,510	1,079,510	-	1,310,868	1,310,868	-
CASH, DECEMBER 31	<u>\$ 282,343</u>	<u>\$ 463,528</u>	<u>\$ 181,185</u>	<u>\$ 611,520</u>	<u>\$ 1,079,510</u>	<u>\$ 467,990</u>
<u>ASSESSMENT FUND</u>						
RECEIPTS						
Intergovernmental	\$ 170,322	\$ 177,585	\$ 7,263	\$ 142,500	\$ 158,535	\$ 16,035
Interest	3,500	4,173	673	4,000	3,904	(96)
Other	200	-	(200)	100	475	375
Charges For Services	1,800	2,689	889	1,800	-	(1,800)
Total Receipts	<u>\$ 175,822</u>	<u>\$ 184,447</u>	<u>\$ 8,625</u>	<u>\$ 148,400</u>	<u>\$ 162,914</u>	<u>\$ 14,514</u>
DISBURSEMENTS						
Assessor	\$ 181,796	\$ 179,585	\$ 2,211	\$ 162,133	\$ 157,294	\$ 4,839
Total Disbursements	<u>\$ 181,796</u>	<u>\$ 179,585</u>	<u>\$ 2,211</u>	<u>\$ 162,133</u>	<u>\$ 157,294</u>	<u>\$ 4,839</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	<u>\$ (5,974)</u>	<u>\$ 4,862</u>	<u>\$ 10,836</u>	<u>\$ (13,733)</u>	<u>\$ 5,620</u>	<u>\$ 19,353</u>
CASH, JANUARY 1	38,162	38,162	-	32,542	32,542	-
CASH, DECEMBER 31	<u>\$ 32,188</u>	<u>\$ 43,024</u>	<u>\$ 10,836</u>	<u>\$ 18,809</u>	<u>\$ 38,162</u>	<u>\$ 19,353</u>

The accompanying Notes to the Financial Statements are an integral part of this statement.

EXHIBIT B

**CRAWFORD COUNTY, MISSOURI
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
BUDGET AND ACTUAL - VARIOUS FUNDS
YEAR ENDED DECEMBER 31, 2002 AND 2001**

	Year Ended December 31,					
	2002			2001		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<u>LAW ENFORCEMENT TRAINING FUND</u>						
RECEIPTS						
Intergovernmental	\$ 5,000	\$ 5,308	\$ 308	\$ 5,800	\$ 4,559	\$ (1,241)
Charges for services	75	280	205	350	564	214
Other	2,900	3,467	567	3,000	2,671	(329)
Total Receipts	<u>\$ 7,975</u>	<u>\$ 9,055</u>	<u>\$ 1,080</u>	<u>\$ 9,150</u>	<u>\$ 7,794</u>	<u>\$ (1,356)</u>
DISBURSEMENTS						
Sheriff	\$ 7,000	\$ 8,103	\$ (1,103)	\$ 8,000	\$ 6,829	\$ 1,171
Total Disbursements	<u>\$ 7,000</u>	<u>\$ 8,103</u>	<u>\$ (1,103)</u>	<u>\$ 8,000</u>	<u>\$ 6,829</u>	<u>\$ 1,171</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	<u>\$ 975</u>	<u>\$ 952</u>	<u>\$ (23)</u>	<u>\$ 1,150</u>	<u>\$ 965</u>	<u>\$ (185)</u>
CASH, JANUARY 1	7,922	7,922	-	6,957	6,957	-
CASH, DECEMBER 31	<u>\$ 8,897</u>	<u>\$ 8,874</u>	<u>\$ (23)</u>	<u>\$ 8,107</u>	<u>\$ 7,922</u>	<u>\$ (185)</u>
<u>PROSECUTING ATTORNEY TRAINING FUND</u>						
RECEIPTS						
Charges for services	\$ 1,150	\$ 1,372	\$ 222	\$ 1,365	\$ 1,309	\$ (56)
Intergovernmental	-	-	-	-	24	24
Total Receipts	<u>\$ 1,150</u>	<u>\$ 1,372</u>	<u>\$ 222</u>	<u>\$ 1,365</u>	<u>\$ 1,333</u>	<u>\$ (32)</u>
DISBURSEMENTS						
Prosecuting Attorney	\$ 1,000	\$ 1,417	\$ (417)	\$ 2,500	\$ 982	\$ 1,518
Total Disbursements	<u>\$ 1,000</u>	<u>\$ 1,417</u>	<u>\$ (417)</u>	<u>\$ 2,500</u>	<u>\$ 982</u>	<u>\$ 1,518</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	<u>\$ 150</u>	<u>\$ (45)</u>	<u>\$ (195)</u>	<u>\$ (1,135)</u>	<u>\$ 351</u>	<u>\$ 1,486</u>
CASH, JANUARY 1	2,319	2,319	-	1,968	1,968	-
CASH, DECEMBER 31	<u>\$ 2,469</u>	<u>\$ 2,274</u>	<u>\$ (195)</u>	<u>\$ 833</u>	<u>\$ 2,319</u>	<u>\$ 1,486</u>
<u>ADA CAPITAL IMPROVEMENT FUND</u>						
RECEIPTS						
Interest	\$ 3,000	\$ 3,793	\$ 793	\$ 3,000	\$ 3,935	\$ 935
Total Receipts	<u>\$ 3,000</u>	<u>\$ 3,793</u>	<u>\$ 793</u>	<u>\$ 3,000</u>	<u>\$ 3,935</u>	<u>\$ 935</u>
DISBURSEMENTS						
Other	\$ 15,000	\$ 3,134	\$ 11,866	\$ 22,000	\$ 3,525	\$ 18,475
Total Disbursements	<u>\$ 15,000</u>	<u>\$ 3,134</u>	<u>\$ 11,866</u>	<u>\$ 22,000</u>	<u>\$ 3,525</u>	<u>\$ 18,475</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	<u>\$ (12,000)</u>	<u>\$ 659</u>	<u>\$ 12,659</u>	<u>\$ (19,000)</u>	<u>\$ 410</u>	<u>\$ 19,410</u>
CASH, JANUARY 1	66,651	66,651	-	66,241	66,241	-
CASH, DECEMBER 31	<u>\$ 54,651</u>	<u>\$ 67,310</u>	<u>\$ 12,659</u>	<u>\$ 47,241</u>	<u>\$ 66,651</u>	<u>\$ 19,410</u>

The accompanying Notes to the Financial Statements are an integral part of this statement.

EXHIBIT B

**CRAWFORD COUNTY, MISSOURI
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
BUDGET AND ACTUAL - VARIOUS FUNDS
YEAR ENDED DECEMBER 31, 2002 AND 2001**

	Year Ended December 31,					
	2002			2001		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<u>HANDICAP FUND</u>						
RECEIPTS						
Interest	\$ 8,500	\$ 8,792	\$ 292	\$ 2,000	\$ 8,486	\$ 6,486
Total Receipts	\$ 8,500	\$ 8,792	\$ 292	\$ 2,000	\$ 8,486	\$ 6,486
DISBURSEMENTS						
Building Purchase	\$ 150,000	\$ 159,280	\$ (9,280)	\$ 140,000	\$ -	\$ 140,000
Total Disbursements	\$ 150,000	\$ 159,280	\$ (9,280)	\$ 140,000	\$ -	\$ 140,000
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (141,500)	\$ (150,488)	\$ (8,988)	\$ (138,000)	\$ 8,486	\$ 146,486
CASH, JANUARY 1	150,488	150,488	-	142,002	142,002	-
CASH, DECEMBER 31	\$ 8,988	\$ -	\$ (8,988)	\$ 4,002	\$ 150,488	\$ 146,486
<u>COURTHOUSE AND JAIL CAPITAL IMPROVEMENT FUND</u>						
RECEIPTS						
Sales Taxes	\$ 120,000	\$ 118,026	\$ (1,974)	\$ 118,500	\$ 114,581	\$ (3,919)
Interest	7,000	10,862	3,862	9,500	7,837	(1,663)
Transfers In	-	-	-	-	-	-
Intergovernmental	-	180	180	-	10,931	10,931
Total Receipts	\$ 127,000	\$ 129,068	\$ 2,068	\$ 128,000	\$ 133,349	\$ 5,349
DISBURSEMENTS						
Equipment	\$ 130,000	\$ 68,886	\$ 61,114	\$ 179,000	\$ 89,164	\$ 89,836
Total Disbursements	\$ 130,000	\$ 68,886	\$ 61,114	\$ 179,000	\$ 89,164	\$ 89,836
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (3,000)	\$ 60,182	\$ 63,182	\$ (51,000)	\$ 44,185	\$ 95,185
CASH, JANUARY 1	169,115	169,115	-	124,930	124,930	-
CASH, DECEMBER 31	\$ 166,115	\$ 229,297	\$ 63,182	\$ 73,930	\$ 169,115	\$ 95,185
<u>PROSECUTING ATTORNEY BAD CHECK FUND</u>						
RECEIPTS						
Charges for services	\$ 15,000	\$ 18,804	\$ 3,804	\$ 13,000	\$ 17,470	\$ 4,470
Interest	300	564	264	300	201	(99)
Other	-	-	-	1,000	-	(1,000)
Total Receipts	\$ 15,300	\$ 19,368	\$ 4,068	\$ 14,300	\$ 17,671	\$ 3,371
DISBURSEMENTS						
Prosecuting Attorney	\$ 12,912	\$ 13,592	\$ (680)	\$ 14,900	\$ 11,458	\$ 3,442
Total Disbursements	\$ 12,912	\$ 13,592	\$ (680)	\$ 14,900	\$ 11,458	\$ 3,442
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ 2,388	\$ 5,776	\$ 3,388	\$ (600)	\$ 6,213	\$ 6,813
CASH, JANUARY 1	7,739	7,739	-	1,526	1,526	-
CASH, DECEMBER 31	\$ 10,127	\$ 13,515	\$ 3,388	\$ 926	\$ 7,739	\$ 6,813

The accompanying Notes to the Financial Statements are an integral part of this statement.

EXHIBIT B

CRAWFORD COUNTY, MISSOURI
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
BUDGET AND ACTUAL - VARIOUS FUNDS
YEAR ENDED DECEMBER 31, 2002 AND 2001

	Year Ended December 31,					
	2002			2001		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<u>PROSECUTING ATTORNEY DELINQUENT TAX FUND</u>						
RECEIPTS						
Interest	\$ 73	\$ 78	\$ 5	\$ 70	\$ 74	\$ 4
Total Receipts	\$ 73	\$ 78	\$ 5	\$ 70	\$ 74	\$ 4
DISBURSEMENTS						
Prosecuting Attorney	\$ 1,000	\$ -	\$ 1,000	\$ 1,000	\$ 26	\$ 974
Total Disbursements	\$ 1,000	\$ -	\$ 1,000	\$ 1,000	\$ 26	\$ 974
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (927)	\$ 78	\$ 1,005	\$ (930)	\$ 48	\$ 978
CASH, JANUARY 1	1,298	1,298	-	1,250	1,250	-
CASH, DECEMBER 31	\$ 371	\$ 1,376	\$ 1,005	\$ 320	\$ 1,298	\$ 978
<u>RECORDS PRESERVATION FUND</u>						
RECEIPTS						
Intergovernmental	\$ 13,000	\$ 16,474	\$ 3,474	\$ 12,000	\$ 12,366	\$ 366
Interest	600	955	355	400	595	195
Total Receipts	\$ 13,600	\$ 17,429	\$ 3,829	\$ 12,400	\$ 12,961	\$ 561
DISBURSEMENTS						
Ex Officio Recorder of Deeds	\$ 18,756	\$ 15,518	\$ 3,238	\$ 14,600	\$ 5,779	\$ 8,821
Total Disbursements	\$ 18,756	\$ 15,518	\$ 3,238	\$ 14,600	\$ 5,779	\$ 8,821
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (5,156)	\$ 1,911	\$ 7,067	\$ (2,200)	\$ 7,182	\$ 9,382
CASH, JANUARY 1	14,314	14,314	-	7,132	7,132	-
CASH, DECEMBER 31	\$ 9,158	\$ 16,225	\$ 7,067	\$ 4,932	\$ 14,314	\$ 9,382
<u>LAW ENFORCEMENT EQUIPMENT FUND</u>						
RECEIPTS						
Other	\$ 8,800	\$ 11,096	\$ 2,296	\$ 8,500	\$ 18,204	\$ 9,704
Total Receipts	\$ 8,800	\$ 11,096	\$ 2,296	\$ 8,500	\$ 18,204	\$ 9,704
DISBURSEMENTS						
Sheriff	\$ 16,000	\$ 14,835	\$ 1,165	\$ 10,000	\$ 12,460	\$ (2,460)
Total Disbursements	\$ 16,000	\$ 14,835	\$ 1,165	\$ 10,000	\$ 12,460	\$ (2,460)
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (7,200)	\$ (3,739)	\$ 3,461	\$ (1,500)	\$ 5,744	\$ 7,244
CASH, JANUARY 1	9,470	9,470	-	3,726	3,726	-
CASH, DECEMBER 31	\$ 2,270	\$ 5,731	\$ 3,461	\$ 2,226	\$ 9,470	\$ 7,244

The accompanying Notes to the Financial Statements are an integral part of this statement.

EXHIBIT B

**CRAWFORD COUNTY, MISSOURI
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
BUDGET AND ACTUAL - VARIOUS FUNDS
YEAR ENDED DECEMBER 31, 2002 AND 2001**

	Year Ended December 31,					
	2002			2001		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<u>SHERIFF'S SPECIAL FUND</u>						
RECEIPTS						
Intergovernmental	\$ 41,500	\$ 44,533	\$ 3,033	\$ 38,000	\$ 39,251	\$ 1,251
Interest	1,200	1,140	(60)	1,000	1,382	382
Total Receipts	<u>\$ 42,700</u>	<u>\$ 45,673</u>	<u>\$ 2,973</u>	<u>\$ 39,000</u>	<u>\$ 40,633</u>	<u>\$ 1,633</u>
DISBURSEMENTS						
Sheriff	\$ 62,900	\$ 41,194	\$ 21,706	\$ 34,037	\$ 33,710	\$ 327
Total Disbursements	<u>\$ 62,900</u>	<u>\$ 41,194</u>	<u>\$ 21,706</u>	<u>\$ 34,037</u>	<u>\$ 33,710</u>	<u>\$ 327</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (20,200)	\$ 4,479	\$ 24,679	\$ 4,963	\$ 6,923	\$ 1,960
CASH, JANUARY 1	24,881	24,881	-	17,958	17,958	-
CASH, DECEMBER 31	<u>\$ 4,681</u>	<u>\$ 29,360</u>	<u>\$ 24,679</u>	<u>\$ 22,921</u>	<u>\$ 24,881</u>	<u>\$ 1,960</u>
<u>CHILDREN'S TRUST FUND</u>						
RECEIPTS						
Intergovernmental	\$ 900	\$ 972	\$ 72	\$ 1,000	\$ 887	\$ (113)
Interest	60	94	34	320	66	(254)
Total Receipts	<u>\$ 960</u>	<u>\$ 1,066</u>	<u>\$ 106</u>	<u>\$ 1,320</u>	<u>\$ 953</u>	<u>\$ (367)</u>
DISBURSEMENTS						
Other	\$ 1,000	\$ 2,000	\$ (1,000)	\$ 1,000	\$ -	\$ 1,000
Total Disbursements	<u>\$ 1,000</u>	<u>\$ 2,000</u>	<u>\$ (1,000)</u>	<u>\$ 1,000</u>	<u>\$ -</u>	<u>\$ 1,000</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (40)	\$ (934)	\$ (894)	\$ 320	\$ 953	\$ 633
CASH, JANUARY 1	1,750	1,750	-	797	797	-
CASH, DECEMBER 31	<u>\$ 1,710</u>	<u>\$ 816</u>	<u>\$ (894)</u>	<u>\$ 1,117</u>	<u>\$ 1,750</u>	<u>\$ 633</u>
<u>SPECIAL LAW ENFORCEMENT FUND</u>						
RECEIPTS						
Intergovernmental	\$ 1,500	\$ 312	\$ (1,188)	\$ 2,500	\$ 7,096	\$ 4,596
Interest	100	151	51	130	176	46
Total Receipts	<u>\$ 1,600</u>	<u>\$ 463</u>	<u>\$ (1,137)</u>	<u>\$ 2,630</u>	<u>\$ 7,272</u>	<u>\$ 4,642</u>
DISBURSEMENTS						
Other	\$ 4,000	\$ 5,020	\$ (1,020)	\$ 1,000	\$ 3,875	\$ (2,875)
Total Disbursements	<u>\$ 4,000</u>	<u>\$ 5,020</u>	<u>\$ (1,020)</u>	<u>\$ 1,000</u>	<u>\$ 3,875</u>	<u>\$ (2,875)</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (2,400)	\$ (4,557)	\$ (2,157)	\$ 1,630	\$ 3,397	\$ 1,767
CASH, JANUARY 1	4,714	4,714	-	1,317	1,317	-
CASH, DECEMBER 31	<u>\$ 2,314</u>	<u>\$ 157</u>	<u>\$ (2,157)</u>	<u>\$ 2,947</u>	<u>\$ 4,714</u>	<u>\$ 1,767</u>

The accompanying Notes to the Financial Statements are an integral part of this statement.

EXHIBIT B

**CRAWFORD COUNTY, MISSOURI
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
BUDGET AND ACTUAL - VARIOUS FUNDS
YEAR ENDED DECEMBER 31, 2002 AND 2001**

	Year Ended December 31,					
	2002			2001		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<u>EMERGENCY 911 FUND</u>						
RECEIPTS						
Emergency 911	\$ 400,000	\$ 542,748	\$ 142,748	\$ 392,420	\$ 381,019	\$ (11,401)
Total Receipts	\$ 400,000	\$ 542,748	\$ 142,748	\$ 392,420	\$ 381,019	\$ (11,401)
DISBURSEMENTS						
Emergency 911	\$ 497,789	\$ 515,807	\$ (18,018)	\$ 383,851	\$ 305,803	\$ 78,048
Total Disbursements	\$ 497,789	\$ 515,807	\$ (18,018)	\$ 383,851	\$ 305,803	\$ 78,048
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (97,789)	\$ 26,941	\$ 124,730	\$ 8,569	\$ 75,216	\$ 66,647
CASH, JANUARY 1	187,545	187,545	-	112,329	112,329	-
CASH, DECEMBER 31	\$ 89,756	\$ 214,486	\$ 124,730	\$ 120,898	\$ 187,545	\$ 66,647
<u>FAMILY ACCESS FUND</u>						
RECEIPTS						
Charges for services	\$ 30	\$ -	\$ (30)	\$ 50	\$ 30	\$ (20)
Interest	60	-	(60)	60	63	3
Total Receipts	\$ 90	\$ -	\$ (90)	\$ 110	\$ 93	\$ (17)
DISBURSEMENTS						
Other	\$ 1,000	\$ -	\$ 1,000	\$ 1,000	\$ -	\$ 1,000
Total Disbursements	\$ 1,000	\$ -	\$ 1,000	\$ 1,000	\$ -	\$ 1,000
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (910)	\$ -	\$ 910	\$ (890)	\$ 93	\$ 983
CASH, JANUARY 1	1,134	1,134	-	1,041	1,041	-
CASH, DECEMBER 31	\$ 224	\$ 1,134	\$ 910	\$ 151	\$ 1,134	\$ 983
<u>MISSOURI DEPARTMENT OF CONSERVATION FUND</u>						
RECEIPTS						
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Receipts	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
DISBURSEMENTS						
Other	\$ 7,730	\$ -	\$ 7,730	\$ 7,730	\$ -	\$ 7,730
Total Disbursements	\$ 7,730	\$ -	\$ 7,730	\$ 7,730	\$ -	\$ 7,730
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (7,730)	\$ -	\$ 7,730	\$ (7,730)	\$ -	\$ 7,730
CASH, JANUARY 1	7,730	7,730	-	7,730	7,730	-
CASH, DECEMBER 31	\$ -	\$ 7,730	\$ 7,730	\$ -	\$ 7,730	\$ 7,730

The accompanying Notes to the Financial Statements are an integral part of this statement.

EXHIBIT B

**CRAWFORD COUNTY, MISSOURI
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
BUDGET AND ACTUAL - VARIOUS FUNDS
YEAR ENDED DECEMBER 31, 2002 AND 2001**

	Year Ended December 31,					
	2002			2001		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<u>ELECTION SERVICE FUND</u>						
RECEIPTS						
Other	\$ 1,000	\$ 901	\$ (99)	\$ -	\$ 2,062	\$ 2,062
Interest	80	64	(16)	50	86	36
Total Receipts	<u>\$ 1,080</u>	<u>\$ 965</u>	<u>\$ (115)</u>	<u>\$ 50</u>	<u>\$ 2,148</u>	<u>\$ 2,098</u>
DISBURSEMENTS						
Other	\$ 1,000	\$ 2,456	\$ (1,456)	\$ -	\$ 1,555	\$ (1,555)
Total Disbursements	<u>\$ 1,000</u>	<u>\$ 2,456</u>	<u>\$ (1,456)</u>	<u>\$ -</u>	<u>\$ 1,555</u>	<u>\$ (1,555)</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ 80	\$ (1,491)	\$ (1,571)	\$ 50	\$ 593	\$ 543
CASH, JANUARY 1	1,502	1,502	-	909	909	-
CASH, DECEMBER 31	<u>\$ 1,582</u>	<u>\$ 11</u>	<u>\$ (1,571)</u>	<u>\$ 959</u>	<u>\$ 1,502</u>	<u>\$ 543</u>
<u>SENIOR CITIZENS SERVICE FUND</u>						
RECEIPTS						
Property Taxes	\$ 82,500	\$ 89,490	\$ 6,990	\$ 70,000	\$ 72,899	\$ 2,899
Interest	-	4	4	-	830	830
Total Receipts	<u>\$ 82,500</u>	<u>\$ 89,494</u>	<u>\$ 6,994</u>	<u>\$ 70,000</u>	<u>\$ 73,729</u>	<u>\$ 3,729</u>
DISBURSEMENTS						
Senior Citizen Board	\$ 82,500	\$ 89,494	\$ (6,994)	\$ 77,783	\$ 81,512	\$ (3,729)
Total Disbursements	<u>\$ 82,500</u>	<u>\$ 89,494</u>	<u>\$ (6,994)</u>	<u>\$ 77,783</u>	<u>\$ 81,512</u>	<u>\$ (3,729)</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ -	\$ -	\$ -	\$ (7,783)	\$ (7,783)	\$ -
CASH, JANUARY 1	-	-	-	7,783	7,783	-
CASH, DECEMBER 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>RECORDS FUND FOR TECHNOLOGY</u>						
RECEIPTS						
Intergovernmental	\$ 3,500	\$ 8,056	\$ 4,556	\$ -	\$ 3,251	\$ 3,251
Interest	30	382	352	-	23	23
Total Receipts	<u>\$ 3,530</u>	<u>\$ 8,438</u>	<u>\$ 4,908</u>	<u>\$ -</u>	<u>\$ 3,274</u>	<u>\$ 3,274</u>
DISBURSEMENTS						
Other	\$ 1,000	\$ -	\$ 1,000	\$ -	\$ -	\$ -
Total Disbursements	<u>\$ 1,000</u>	<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ 2,530	\$ 8,438	\$ 5,908	\$ -	\$ 3,274	\$ 3,274
CASH, JANUARY 1	3,274	3,274	-	-	-	-
CASH, DECEMBER 31	<u>\$ 5,804</u>	<u>\$ 11,712</u>	<u>\$ 5,908</u>	<u>\$ -</u>	<u>\$ 3,274</u>	<u>\$ 3,274</u>

The accompanying Notes to the Financial Statements are an integral part of this statement.

EXHIBIT B

**CRAWFORD COUNTY, MISSOURI
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
BUDGET AND ACTUAL - VARIOUS FUNDS
YEAR ENDED DECEMBER 31, 2002 AND 2001**

	Year Ended December 31,					
	2002			2001		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<u>COUNTY JAIL PROJECT FUND</u>						
RECEIPTS						
Sales Tax	\$ -	\$ 634,243	\$ 634,243	\$ -	\$ -	\$ -
Interest	-	5,178	5,178	-	-	-
Total Receipts	\$ -	\$ 639,421	\$ 639,421	\$ -	\$ -	\$ -
DISBURSEMENTS						
County Jail	\$ -	\$ 340,810	\$ (340,810)	\$ -	\$ -	\$ -
Total Disbursements	\$ -	\$ 340,810	\$ (340,810)	\$ -	\$ -	\$ -
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ -	\$ 298,611	\$ 298,611	\$ -	\$ -	\$ -
CASH, JANUARY 1	-	-	-	-	-	-
CASH, DECEMBER 31	\$ -	\$ 298,611	\$ 298,611	\$ -	\$ -	\$ -
<u>COUNTY JAIL BOND PROJECT FUND</u>						
RECEIPTS						
County Jail	\$ -	\$ -	\$ -	\$ -	\$ 182	\$ 182
Interest	-	10	10	-	-	-
Total Receipts	\$ -	\$ 10	\$ 10	\$ -	\$ 182	\$ 182
DISBURSEMENTS						
County Jail	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Disbursements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ -	\$ 10	\$ 10	\$ -	\$ 182	\$ 182
CASH, JANUARY 1	182	182	-	-	-	-
CASH, DECEMBER 31	\$ 182	\$ 192	\$ 10	\$ -	\$ 182	\$ 182

The accompanying Notes to the Financial Statements are an integral part of this statement.

**CRAWFORD COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002 AND 2001**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity and Basis of Presentation

The accompanying special-purpose financial statements present the receipts, disbursements, and changes in cash of various funds of Crawford County, Missouri, and comparisons of such information with the corresponding budgeted information for various funds of the county. The funds presented are established under statutory or administrative authority, and their operations are under the control of the County Commission, an elected county official, the Senior Citizens Service Board or the Emergency 911 Board. The General Revenue Fund is the county's general operating fund, accounting for all financial resources except those required to be accounted for in another fund. The other funds presented account for financial resources whose use is restricted for specified purposes.

Basis of Accounting

The financial statements were prepared on the cash basis of accounting; accordingly, amounts are recognized when received or disbursed in cash. This basis of accounting differs from U.S. generally accepted accounting principles, which require revenues to be recognized when they become available and measurable or when they are earned and expenditures or expenses to be recognized when the related liabilities are incurred.

Budgets and Budgetary Practices

The County Commission and other applicable boards are responsible for the preparation and approval of budgets for various county funds in accordance with Sections 50.525 through 50.745, RSMo 2000, the county budget law. These budgets are adopted on the cash basis of accounting.

Although adoption of a formal budget is required by law, the county did not adopt formal budgets for the following funds:

<u>Fund</u>	<u>Year(s) Ended December 31,</u>
Circuit Clerk Interest Fund	2002 and 2001
Associate Circuit Interest Fund	2002 and 2001
Law Library Fund	2002 and 2001
Records Fund For Technology	2001
County Jail Project Fund	2002
County Jail Bond Project Fund	2002 and 2001

**CRAWFORD COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002 AND 2001**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Budgets and Budgetary Practices (Continued)

Warrants issued were in excess of budgeted amounts for the following funds:

Fund	Year(s) Ended December 31,
General Fund	2002 and 2001
Special Road and Bridge Fund	2002
Law Enforcement Training Fund	2002
Prosecuting Attorney Training Fund	2002
Handicap Fund	2002
Prosecuting Attorney Bad Check Fund	2002
Law Enforcement Equipment Fund	2001
Children's Trust Fund	2002
Special Law Enforcement Fund	2002 and 2001
Emergency 911 Fund	2002
Election Service Fund	2002 and 2001
Senior Citizens Service Fund	2002 and 2001
County Jail Project Fund	2002

Section 50.740, RSMo 2000, prohibits expenditures in excess of the approved budgets.

Published Financial Statements

Under Sections 50.800 and 50.810, RSMo 2000, the County Commission is responsible for preparing and publishing in a local newspaper a detailed annual financial statement for the county. The financial statement is required to show receipts or revenues, disbursements or expenditures, and beginning and ending balances for each fund.

However, the county's published financial statements did not include the following funds:

Fund	Year(s) Ended December 31,
Circuit Clerk Interest Fund	2002 and 2001
Associate Circuit Interest Fund	2002 and 2001
Law Library	2002 and 2001

**CRAWFORD COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002 AND 2001**

NOTE 2 CASH

Section 110.270, RSMo 2000, based on Article IV, Section 15, Missouri Constitution, authorizes counties to place their funds, either outright or by repurchase agreement, in U.S. Treasury and agency obligations. In addition, Section 30.950, RSMo 2000, requires political subdivisions with authority to invest in instruments other than depositary accounts at financial institutions to adopt a written investment policy. Among other things, the policy is to commit a political subdivision to the principles of safety, liquidity, and yield (in that order) when managing public funds and to prohibit purchase of derivatives (either directly or through repurchase agreements), use of leveraging (through either reverse repurchase agreements or other methods), and use of public funds for speculation. The county has adopted such a policy.

In accordance with Statement No. 3 of the Governmental Accounting Standards Board, Deposits with Financial Institutions, Investments (Including Repurchase Agreements), and Reverse Repurchase Agreements, disclosures are provided below regarding the risk of potential loss of cash deposits. For the purposes of these disclosures, deposits with financial institutions are demand, time and savings accounts, including certificates of deposit and negotiable order of withdrawal accounts, in banks, savings institutions, and credit unions.

Deposits

The financial statements do not include the cash balances of the County Collector, who collects and distributes property taxes as an agent for various local governments. However, for the purpose of these risk disclosures, the County Collector's cash balances are included since collateral securities to cover amounts not covered by federal depositary insurance are pledged to the county rather than to specific county officials.

The County's deposits at December 31, 2002 and 2001, were entirely covered by federal depositary insurance or by collateral securities held by the county's custodial bank in the county's name, or by commercial insurance provided through a surety bond.

The Emergency 911 Board's deposits at December 31, 2002 and 2001, were entirely covered by federal depositary insurance or by collateral securities held by the Emergency 911 Board's custodial bank in the Emergency 911 Board's name.

The Senior Citizens Service Board's deposits at December 31, 2002 and 2001, were entirely covered by federal depositary insurance or by collateral securities held by the Senior Citizens Service Board's custodial bank in the Senior Citizens Service Board's name.

To protect the safety of county deposits, Section 110.020, RSMo 2000, requires depositaries to pledge collateral securities to secure county deposits not insured by the Federal Deposit Insurance Corporation.

**CRAWFORD COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002 AND 2001**

NOTE 3 TAXES

The assessed valuation of the tangible property for the calendar year 2002 and 2001 for purposes of local taxation was \$191,384,782 and \$182,678,396.

The tax levy per \$100 of the assessed valuation of tangible taxable property for the calendar year 2002 and 2001 for purposes of local taxation was:

	<u>2002</u>	<u>2001</u>
General Revenue Fund	\$ 0.0821	\$ 0.0749
Special Road & Bridge Fund	<u>0.2143</u>	<u>0.2143</u>
Total	<u>\$ 0.2964</u>	<u>\$ 0.2892</u>

These levies represent amounts directly received by the County for its purposes versus amounts collected by the County as a pass through on behalf of another entity.

NOTE 4 PARTICIPATION IN PUBLIC ENTITY RISK POOLS

Missouri Public Entity Risk Management Fund

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. MOPERM (Missouri Public Entity Risk Management) is a public entity risk pool currently operating as a common risk management and insurance program. The County does not pay premiums to purchase insurance policies but pays an assessment to be a member of the self-sustaining risk sharing group. Part of the assessment is used to purchase excess insurance for the group as a whole.

The pooling agreement requires the pool to be self-sustaining. The County believes that it is not possible to estimate the range of contingent losses to be borne by the County.

NOTE 5 CONTINGENCIES

Legal Matters

The County is involved in various threatened litigations at which time the probable outcome is not readily obtainable. The County's management and legal counsel anticipate that the potential claims against the County not covered by insurance, if any, resulting from such matters would not materially affect the financial position of the County.

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND ON INTERNAL CONTROL
OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the County Commission and
Officeholders of Crawford County, Missouri

We have audited the special-purpose financial statements of various funds of Crawford County, Missouri, as of and for the years ended December 31, 2002 and 2001, and have issued our report thereon dated May 29, 2003. We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the special-purpose financial statements of various funds of Crawford County, Missouri, are free of material misstatement, we performed tests of the county's compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance that we have reported to the management of the county in a separate letter dated May 29, 2003.

Internal Control Over Financial Reporting

In planning and performing our audit of the special-purpose financial statements of various funds of Crawford County, Missouri, we considered the county's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the special-purpose financial statements and not to provide assurance on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgement, could adversely affect Crawford County's ability to record, process, summarize and report financial data consistent with the assertions of management in the special-purpose financial statements. Reportable conditions are described in the accompanying Schedule of Findings and Questioned Costs as finding numbers 02-1.

Page Two

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the special-purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe that none of the reportable conditions described above are material weaknesses.

This report is intended for the information and the use of the administration, management, County Commissioners, State of Missouri Auditor's Office and Federal and State awarding agencies and is not intended to be and should not be used by anyone other than these specific parties.

Original Signed by Auditor

LARSON, ALLEN, WEISHAIR & CO., LLP

May 29, 2003
St. Louis, Missouri

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

To the County Commission and
Officeholders of Crawford County, Missouri

Compliance

We have audited the compliance of Crawford County, Missouri with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2002 and 2001. Crawford County, Missouri's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Crawford County, Missouri's management. Our responsibility is to express an opinion on Crawford County, Missouri's compliance based on our audit.

We conducted our audit of compliance in accordance with U.S. generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Crawford County, Missouri's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Crawford County, Missouri's compliance with those requirements.

In our opinion, Crawford County, Missouri complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2002 and 2001. However, we noted certain immaterial instances of noncompliance that we have reported to the management of the county in a separate letter dated May 29, 2003.

Internal Control Over Compliance

The management of Crawford County, Missouri is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Crawford County, Missouri's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended for the information and the use of the administration, management, County Commissioners, State of Missouri Auditor's Office and Federal and State awarding agencies and is not intended to be and should not be used by anyone other than these specific parties.

Original Signed by Auditor

LARSON, ALLEN, WEISHAIR & CO., LLP

May 29, 2003
St. Louis, Missouri

**CRAWFORD COUNTY, MISSOURI
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEARS ENDED DECEMBER 31, 2002 AND 2001**

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditor’s report issued: Unqualified

Internal control over financial reporting:

- Material weakness identified? ☐ Yes ☒ No
- Reportable condition identified that are not considered to be material weaknesses?
☒ Yes ☐ None Reported
- Noncompliance material to financial statements noted?
☐ Yes ☒ No

Federal Awards

Internal control over major programs:

- Material weakness identified? ☐ Yes ☒ No
- Reportable condition identified that are not considered to be material weakness?
☐ Yes ☒ None Reported

Type of auditor’s report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?

☐ Yes ☒ No

Identification of major programs?

CFDA Number(s)	Name of Federal Program or Cluster	2002 Amount	2001 Amount
10.557	Special Supplemental Nutrition Program for Women, Infants and Children	\$ 58,273	\$ 67,975
93.563	Child Support Enforcement	82,061	82,487
		<u>\$ 140,334</u>	<u>\$ 150,462</u>

Dollar threshold used to distinguish between type A and type B programs:

\$ 300,000

Auditee qualified as low-risk auditee? ☐ Yes ☒ No

CRAWFORD COUNTY, MISSOURI
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEARS ENDED DECEMBER 31, 2002 AND 2001

Section II – Financial Statement Findings

Finding: 02-1

Criteria: SAS No. 55, *Consideration of Internal Control in a Financial Statement Audit*, as amended by SAS No. 78, *Consideration of Internal Control in a Financial Statement Audit: An Amendment to SAS No. 55*.

Condition: Lack of sufficient segregation of duties.

Questioned Costs: None.

Context: A review of the internal control procedures.

Effect: The design of the internal control over financial reporting that could adversely affect the ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements.

Cause: Size and budget constraints limiting the number of personnel within the accounting department.

Recommendation: These areas should be reviewed periodically and consideration given to improving the segregation of duties.

Management's Response: We will review periodically the size and budget constraints limiting the number of personnel within the accounting department. We will continue to utilize the other internal controls, such as administrative oversight, to minimize the lack of sufficient segregation of duties.

Section III – Federal Awards Findings and Questioned Costs

There were no audit findings related to internal control, compliance, questioned costs, or fraud that related to federal awards for the year ended December 31, 2002 and 2001.

**CRAWFORD COUNTY, MISSOURI
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEARS ENDED DECEMBER 31, 2002 AND 2001**

Financial Statement Findings

The audit did not disclose any noncompliance and internal control findings which are material to the special-purpose financial statements of the County.

Federal Award Findings and Questioned Costs

There were no prior year audit findings related to internal control, compliance, questioned costs, or fraud that relate to federal awards for the years ended December 31, 2000 and 1999.

**CRAWFORD COUNTY, MISSOURI
CORRECTIVE ACTION PLAN
FOR THE YEARS ENDED DECEMBER 31, 2002 AND 2001**

Findings – Financial Statement and Federal Awards

Questions regarding the County's Corrective Action Plan should be directed to Connie Smith at 573-775-2376.

SCHEDULE 1

**CRAWFORD COUNTY, MISSOURI
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2002 AND 2001**

Federal CFDA Number	Federal Grantor/Pass-Through Grantor/Program Title	Pass-Through Entity Identifying Number	Federal Expenditures Year Ended December 31,	
			2002	2001
U. S. DEPARTMENT OF AGRICULTURE				
	Passed through State:			
	Department of Health -			
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children	ERO045	\$ 58,273	\$ 67,975
U.S. DEPARTMENT OF DEFENSE				
	Passed through State:			
	Department of Public Safety -			
12.xxx	Surplus Property		940	-
U.S. DEPARTMENT OF JUSTICE				
	Direct programs:			
16.710	Public Safety Partnership and Community Policing Grants	N/A	39,006	1,796
	Passed through:			
	State Department of Public Safety -			
16.575	Crime Victim Assistance	01-SSVF	-	20,179
16.579	Byrne Formula Grant Program	N/A	-	12,376
16.588	Violence Against Women Formulas Grant	N/A	20,179	-
16.592	Local Law Enforcement Block Grants Program	N/A	13,500	15,880
U. S. DEPARTMENT OF TRANSPORTATION				
	Passed through state Highway and Transportation Commission:			
20.205	Highway Planning and Construction	BRO-2813	-	15,500
FEDERAL EMERGENCY MANAGEMENT AGENCY				
	Passed through State Department of Public Safety			
83.534	Emergency Management - State and Local Assistance	N/A	40,129	-
83.544	Public Assistance Grants		-	-
U. S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				
	Passed through State			
	Department of Health -			
93.197	Childhood Lead Poisoning Prevention Projects- State and Local Childhood Lead Poisoning Prevention	ERO146	2,364	141
93.268	Immunization Grants	N/A	25,136	14,220
93.919	Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Program	ERO161	3,298	5,556
93.994	Maternal and Child Health Service	ERO146	23,037	18,774
93.940	HIV Prevention Activities - Health Department Base	N/A	-	10
	Department of Social Services -			
93.563	Child Support Enforcement	N/A	82,061	82,487
93.575	Child Care Development Block Grant	ERO146	2,198	2,500
	Total Expenditures of Federal Award		\$ 310,121	\$ 257,394

N/A - Not applicable

The accompanying Notes to the Supplementary Schedule are an integral part of this schedule.

CRAWFORD COUNTY, MISSOURI
SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
FOR THE YEARS ENDED DECEMBER 31, 2002 AND 2001

Purpose of Schedule and Reporting Entity

The accompanying Schedule of Expenditures of Federal Awards has been prepared to comply with the requirements of OMB Circular A-133. This circular requires a schedule that provides total federal awards expended for each federal program and the Catalog of Federal Domestic Assistance (CFDA) number or other identifying number when the CFDA information is not available.

The schedule includes all federal awards administered by Crawford County, Missouri.

Basis of Presentation

OMB Circular A-133 includes these definitions, which govern the contents of the schedule:

Federal financial assistance means assistance that non-Federal entities receive or administer in the form of grants, loans, loan guarantees, property (including donated surplus property), cooperative agreements, interest subsidies, insurance, food commodities, direct appropriations, and other assistance, but does not include amounts received as reimbursement for services rendered to individuals.

Federal award means Federal financial assistance and Federal cost-reimbursement contracts that non-Federal entities receive directly from Federal awarding agencies or indirectly from pass-through entities. It does not include procurement contracts, under grants or contracts, used to buy goods or services from vendors.

Accordingly, the schedule includes expenditures of both cash and noncash awards.

Basis of Accounting

Except as noted below, the schedule is presented on the cash basis of accounting, which recognizes amounts only when disbursed in cash.

Of the amounts for Immunization Grants (CFDA number 93.268), \$25,136 and \$14,220 represent the original acquisition cost of vaccines purchased by the Centers for Disease Control of the U.S. Department of Health and Human Services but distributed to the Health Center through the State Department of Health during the years ended December 31, 2002 and 2001. Of the amounts for the Maternal and Child Health Services Block Grant to the States (CFDA 93.994), \$23,037 and \$18,774 represent the original cost of vaccines received by the Health Center through the State Department of Health during the years ended December 31, 2002 and 2001. The remaining amounts for Immunization Grants and the Maternal and Child Health Services Block Grant to the States represent cash disbursements.

Subrecipients

The county provided no federal awards to subrecipients during the years ended December 31, 2002 and 2001.

CRAWFORD COUNTY, MISSOURI

MANAGEMENT LETTER

DECEMBER 31, 2002

To the County Commission and
Officeholders of Crawford County, Missouri:

In planning and performing our audit of the special-purpose financial statements of Crawford County, Missouri as of and for the two years ended December 31, 2002, we considered its internal control in order to determine our auditing procedures for the purpose of expressing our opinion on the special-purpose financial statements and not to provide assurance on the internal control. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control that, in our judgement, could adversely affect the County's ability to record, process, summarize, and report financial data consistent with the assertions of management in the special-purpose financial statements.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material to the special-purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Our consideration of the internal control would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above.

REPORTABLE CONDITIONS

We noted the following reportable condition that is not considered to be a material weakness.

Segregation of Duties

The small size of the accounting department and Recorder's Office limits the extent of a proper segregation of duties. The basic premise is that no one employee should have access to both physical assets and the related accounting records or to all phases of a transaction. This results in some risk that intentional or unintentional errors could be made and not detected.

We noted the following:

1. The County Treasurer and the Recorder is responsible for recording various cash receipts, reconciling the bank statements, preparing and recording cash disbursements, and reconciling the general ledger.

OBSERVATIONS

We noted the following observations that are not considered to be reportable conditions, but are comments to help strengthen internal controls and operating efficiency.

Senate Bill 40

Because the Senate Bill 40 Board is audited and separately reported on by other independent auditors, the related fund is not presented in the special-purpose financial statements. However, we reviewed that audit report and other applicable information.

Assessor's Office

Currently, the Assessor's Office does not always deposit money on a daily basis. We encourage the Assessor's Office to deposit monies on a daily basis and to continue to maintain all County monies in fully secured bank accounts, while gaining the Board of Commissioner's approval for opening and closing all bank and depository accounts.

Allowable Costs-Single Audit

During our testing of expenditure transactions, it was noted, that expenditures were not properly authorized by the supervisor. In addition, we discovered that several expenditures were not properly coded to correct account classification.

Changes in Reporting Requirements

The Governmental Accounting Standards Board recently released a new financial statement reporting requirement commonly referred to as "GASB 34, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments". The intent of GASB 34 is to standardize financial statement reporting across governmental entities and to make them more comparable to statements issued by like-sized profit-seeking companies. Adherence to GASB 34 is a requirement for all local governmental entities, including school districts, and the gradual implementation requirement is as follows:

<u>Entities With Revenues</u>	<u>Fiscal Year Beginning After</u>
Greater than \$100 million	June 15, 2001
\$10 - \$100 million	June 15, 2002
Less than \$10 million	June 15, 2003

GASB 34 will require government-wide financial statements to include a Statement of Activities and a Statement of Net Assets. It will also require as supplemental information a narrative section referred to as "Management Discussion and Analysis" to further communicate the operations and goals of the School District. As management is ultimately responsible for the financial statements, they will likewise be responsible for all statements as reported under GASB 34.

Audit Engagement and County's Policies and Procedures

During the audit process, we encountered certain difficulties in our attempt to retrieve audit evidence. As a result, additional procedures and inquiries were required. Ultimately, all inquiries and requests were satisfied and resolved.

It appears that the overall accounting procedures laid down by the County are being adhered to in most cases by officials within each office.

We welcome the opportunity to discuss the points mentioned in this letter, or any other accounting and procedural problems in order to coordinate our efforts with you, the mutual objectives being the development of more effective accounting, financial reporting, and business procedures for the County.

We understand that some of the aforementioned points are in the process of implementation or may already have been implemented; however, these points are noted so that effective follow up can be accomplished.

This report is intended solely for the information and use of the County Commission and Officeholders of Crawford County, Missouri, and others within the administration.

Thank you for the opportunity to be of service to you. Please do not hesitate to call us whenever you believe we can be of assistance.

Original Signed by Auditor

LARSON, ALLEN, WEISHAIR & CO., LLP

May 29, 2003
St. Louis, Missouri